



General Assembly

February Session, 2016

Raised Bill No. 107

LCO No. 1209



Referred to Committee on HUMAN SERVICES

Introduced by:
(HS)

***AN ACT CONCERNING THE TREATMENT OF THE CASH VALUE OF
LIFE INSURANCE POLICIES WHEN EVALUATING MEDICAID
ELIGIBILITY.***

Be it enacted by the Senate and House of Representatives in General
Assembly convened:

1 Section 1. Subsection (h) of section 17b-261 of the 2016 supplement
2 to the general statutes is repealed and the following is substituted in
3 lieu thereof (*Effective from passage*):

4 (h) To the extent permissible under federal law, an institutionalized
5 individual, as defined in Section 1917 of the Social Security Act, 42
6 USC 1396p(h)(3), shall not be determined ineligible for Medicaid solely
7 on the basis of the cash value of a life insurance policy worth less than
8 ten thousand dollars provided [(1)] the individual is pursuing the
9 surrender of the policy. [, and (2) upon surrendering such policy all
10 proceeds of the policy are used to pay for the institutionalized
11 individual's long-term care.]

This act shall take effect as follows and shall amend the following
sections:

Section 1	<i>from passage</i>	17b-261(h)
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HS *Joint Favorable*